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Sequoia Economic Infrastructure Income Fund Limited ("SEQI" or the "Company")

Monthly NAV and portfolio update - March 2025

The NAV per share for SEQI, **the largest LSE listed infrastructure debt fund**, decreased to 92.55 pence per share from the prior month's NAV per share of 93.95 pence, representing a decrease of 1.40 pence per share.

	pence per share
28 February NAV	**93.95**
Interest income, net of expenses	0.75
Asset valuations, net of FX movements	-2.18
Subscriptions / share buybacks	0.03
31 March NAV	**92.55**

The decline in the Company's asset valuations during March 2025 was primarily due to adjustments to the assumptions made in relation to the recovery of a non-performing loan, this is discussed below. The portfolio pull-to-par, which is incremental to NAV as loans mature, has increased from 3.6 last month to 4.0 pence per share as of March 2025.

No expected material FX gains or losses as the portfolio is approximately 100% currency-hedged. However, the Company's NAV may include unrealised short-term FX gains or losses, driven by differences in the valuation methodologies of its FX hedges and the underlying investments - such movements will typically reverse over time.

Well positioned to benefit from high interest rates; 59.4% of portfolio is in fixed rate investments as of March 2025.

Market Summary - March 2025

Tariff Impact & Geopolitical Analysis

- Recent tariff measures and trade policy shifts between the U.S. and the rest of the world have renewed volatility in international financial markets. With these geopolitical frictions and protectionist strategies back in focus, the Investment Adviser believes prolonged tariffs could pose a drag on global economic momentum and fuel inflationary pressures across the U.S., U.K., and Eurozone.

- **As of March 2025, 54.7% of the portfolio is invested in defensive sectors (renewables, digitalisation, utilities and accommodation). The Company's investments in defensive sectors make it well-positioned to withstand economic downturns and inflationary pressures. The Investment Adviser remains cognisant of the emerging geopolitical risks and continues to monitor developments closely.**

Interest Rate Announcements and Inflation Data

- During March, the Federal Reserve and the Bank of England both held rates at 4.75% and 4.50%, respectively, while the European Central Bank reduced interest rates by 0.25% to 2.50%. Due to the ongoing sell-off in the financial markets, analysts expect central banks to ease monetary policy by reducing interest rates more than previously expected, with bond futures pricing in the likelihood of at least four more rate cuts by the Federal Reserve before the end of the year.

- As of March 2025, the yield on 10-year U.S. Treasuries remained stable around 4.2% whilst yields on 10-year U.K. Gilts and German Bund trended up by 0.2% and 0.4%, to 4.7% and 2.7%, respectively. As such, the valuation of most of the Company's fixed rate instruments decreased during the month due to increases in base rates and credit spreads. Following month-end, U.S. Treasury yields have shown increased volatility, mainly due to the ongoing trade war between the U.S. and China.

- In the U.S., CPI inflation declined to 2.4% in March, from 2.8% in February. In the Eurozone, CPI inflation declined to 2.2% during March, from 2.3% in February. In the U.K., the most recent data on CPI inflation shows that it eased to 2.8% during February, from 3.0% in January.

- The recent implementation of broad-based import tariffs is expected to have a short-term impact on inflation. While the immediate effect may be an uptick on consumer prices due to higher costs for imported goods, these pressures are likely to be temporary. Supply chains are likely to adjust over time, with businesses seeking alternative sources or passing on only partial cost increases.

- **As inflation gradually abates over time, the likelihood of future interest rate cuts increases, making alternative investments such as infrastructure more attractive when compared to liquid**

debt. While the pace and size of interest rate cuts will vary across the Company's different investment jurisdictions, the general consensus remains one of declining interest rates throughout the year.

Portfolio Update - March 2025

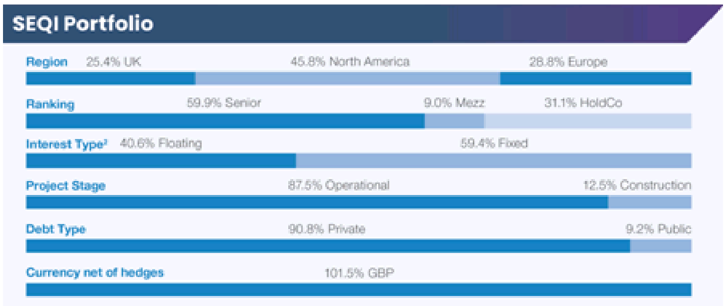
Revolving Credit Facility and Cash Holdings

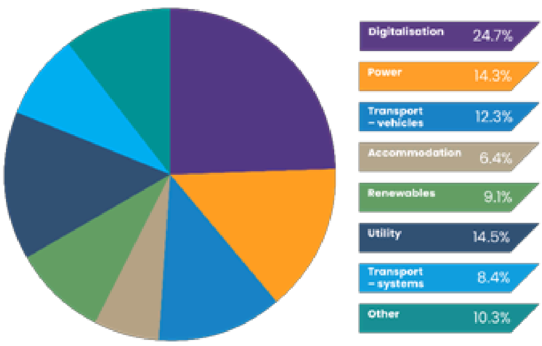
- As of March 2025, the Company had drawn £56.9 million on its revolving credit facility (RCF) of £300.0 million and had cash of £34.9 million (inclusive of interest income), and undrawn investment commitments of £130.4 million. The Company's pipeline of opportunities remains strong and further updates will be provided to shareholders once more investments are made during the next quarter.

Portfolio Composition

- The Company's invested portfolio consisted of 54 private debt investments and 5 infrastructure bonds, diversified across 8 sectors and 30 sub-sectors.
- 59.9% of the portfolio comprised of senior secured loans ensuring defensive positioning.
- It had an annualised yield-to-maturity (or yield-to-worst in the case of callable bonds) of 9.87% and a cash yield of 7.29% (excluding deposit accounts).
- The weighted average portfolio life decreased marginally to 3.4 years. This short duration means that as loans mature, the Company can take advantage of higher yields in the current interest rate environment.
- Private debt investments represented 90.8% of the total portfolio, allowing the Company to capture illiquidity yield premiums.
- The Company's invested portfolio currently consists of 40.6% floating rate investments and remains geographically diversified with 45.8% located across the U.S., 25.4% in the U.K. and 28.8% in Europe.

Portfolio Highly Diversified by Sector and Size





Share Buybacks

- The Company bought back 3,458,721 of its ordinary shares at an average purchase price of 77.24 pence per share in March 2025.
- The Company first started buying back shares in July 2022 and has bought back 213,177,062 ordinary shares as of 31 March 2025, with the buyback continuing into April 2025. This share repurchase activity by the Company continues to contribute positively to NAV accretion.

New Investment Activity During March 2025

- Asenior holdco loan facility for €14.4 million to Project Crystal Floating, a market leader in providing diagnostic imaging and radiotherapy services delivered via numerous operating clinics across Germany. The business is underpinned by a stable regulatory environment, the essentiality of such services in delivering high quality medical care and strong barriers to entry;

- An additional senior loan for 18.5 million to Project Ocean II for the financing of a minority stake in the Floating Liquified Natural Gas ("FLNG") asset; and

- An additional €2.4 million of Exeltium S.A.S 9.4%12/2031 bonds, a utility services company that trades and distributes electricity to consumers in France.

Investments Repaid During March 2025

- The Company received the final scheduled repayment from Salt Lake Potash, together with some small additional distributions, for a total of A2.8 million (or £1.3 million).

Non-performing Loans

The Company continues to work towards maximising recovery from the non-performing loans in the portfolio (equal to 2.3% of NAV):

- A loan that is collateralized by a landmark US educational building was adversely impacted by government cuts which reduced the likelihood of finding new tenants. In March 2025, the Department of Government Efficiency (DOGE), under the leadership of Elon Musk within the Trump administration, announced plans to reduce the U.S. Department of Education's workforce by approximately 50%, affecting around 2,200 employees. This development has had a material adverse impact on leasing negotiations with prospective tenants, as discussions with the borrower were paused, resulting in a delay to the anticipated lease-up timeline. The carrying value of the loan currently equals 0.4% of NAV and the markdown on this loan during March 2025 represents an overall decline of 1.3 pence per share.

There are no further updates on the Company's non-performing loans.

Top Holdings

15 Largest Investments

Transaction name	Currency	% of SEQI NAV	Ranking	Value £m	Sector	Sub-sector	Cash-on-cash yield (%)	Yield to maturity/ worst (%)
AP Wireless Junior	EUR	4.3%	Mezz	61.7	Digitalisation	Telecom Towers	4.36	7.05
Infinis Energy	GBP	4.3%	Senior	60.5	Renewables	Landfill Gas	5.37	6.27
Workdry	GBP	3.9%	Senior	56.0	Utility	Utility Services	8.93	8.93
Hawkeye Solar HoldCo 2030	USD	3.7%	HoldCo	52.7	Renewables	Solar & Wind	8.63	9.35
Expedient	USD	3.5%	Senior	50.4	Digitalisation	Data Centres	9.94	9.94
Project Sienna	GBP	3.5%	Senior	50.0	Other	Waste to Energy	9.80	9.98
Project Tyre	USD	3.4%	Senior	48.7	Transport - vehicles	Specialist Shipping	10.40	10.22
Sacramento	USD	3.1%	Senior	44.3	Digitalisation	Data Centres	7.16	7.87
Project Nimble	EUR	3.1%	HoldCo	43.9	Digitalisation	Data Centres	8.24	9.92
Euroports 2nd Lien 2030	EUR	3.0%	Mezz	42.3	Transport - systems	Port	10.78	10.62
Roseton	USD	3.0%	Senior	42.0	Power	Other Electricity Generation	9.30	9.30
Kenai HoldCo 2024	EUR	2.9%	HoldCo	41.9	Power	Base Load	0.00	17.26
Scandlines Mezzanine 2032	EUR	2.9%	HoldCo	40.8	Transport - systems	Ferries	6.67	7.01
OCU	GBP	2.8%	Senior	40.2	Utility	Utility Services	9.52	9.87
Tracy Hills TL 2025	USD	2.8%	Senior	39.8	Other	Residential Infra	10.86	10.86

Top 10 by Exposure

Transaction name	Currency	Type	Country	Ranking	Value £mm	Sector	Sub-sector	% of SEQI NAV
Salt Creek	USD	Private	US	Senior & HoldCo	74.9	Utility	Midstream	5.3%
ACG	GBP	Private	UK	Senior & HoldCo	70.3	Accommodation	Health Care	4.9%
AP Wireless Junior	EUR	Private	US	Mezz	61.7	Digitalisation	Telecom Towers	4.3%
Infinis Energy	GBP	Private	UK	Senior	60.5	Renewables	Landfill Gas	4.3%
Workdry	GBP	Private	UK	Senior	56.0	Utility	Utility Services	3.9%
Hawkeye Solar HoldCo 2030	USD	Private	USD	HoldCo	52.7	Renewables	Solar & Wind	3.7%
Kenai KWO	EUR	Private	Germany	HoldCo & Mezz	52.7	Power	Base Load	3.7%
Expedient	USD	Private	US	Senior	50.4	Digitalisation	Data Centres	3.5%
Project Sienna	GBP	Private	UK	Senior	50.0	Other	Waste to Energy	3.5%
Project Tyre	USD	Private	US	Senior	48.7	Transport - vehicles	Specialist Shipping	3.4%

Valuations are independently reviewed each month by PWC.

http://www.rns-pdf.londonstockexchange.com/rns/9897E_1-2025-4-14.pdf

http://www.rns-pdf.londonstockexchange.com/rns/9897E_2-2025-4-14.pdf

About Sequoia Economic Infrastructure Income Fund Limited

- SEQI is the U.K.'s largest listed debt investor, investing in economic infrastructure private loans and bonds across a range of industries in stable, low-risk jurisdictions, creating equity-like returns with the protections of debt.
- It seeks to provide investors with regular, sustained, long-term income with opportunity for NAV upside from its well diversified portfolio. Investments are typically non-cyclical, in industries that provide essential public services or in evolving sectors such as energy transition, digitalisation or healthcare.
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- Since its launch in 2015, SEQI has provided investors with nine years of quarterly income, consistently meeting its annual dividend per share target, which has grown from 5p in 2015 to 6.875p per share in 2023.
- The fund has a comprehensive ESG programme combining proprietary ESG goals, processes and metrics with alignment to key global initiatives
- SEQI is advised by Sequoia Investment Management Company Limited (SIMCo), a long-standing investment advisory team with extensive infrastructure debt origination, analysis, structuring and execution experience.
- SEQI's monthly updates are available here: Monthly Updates - seqi.fund/investors/monthly-updates

Annualised Total Returns[1]

	6M	1Y	3Y	5Y
NAV TR	1.95%	6.14%	4.64%	6.81%
Share price TR	4.09%	5.29%	-1.02%	3.85%

1. Inclusive of dividend income

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